GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Infrastructure & Investment Department – APADCL – Proposal for providing Facility Management services at Kurnool Airport by the qualified bidder M/s.VLG Facility Management Services for an amount of Rs.349.77 Lakhs for a period of one year – Administrative Sanction accorded & LoA to the qualified bidder - Orders – Issued.

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INFRASTRUCTURE AND INVESTMENT (AIRPORTS) DEPARTMENT

G.O.Rt.No.85 Dated:17.11.2025
Read the following:

1.G.O.Rt.No.51, I&I (Airports) Dept., dt.05.09.2022.
2.e-File No.BIAC-16/10/2021-AIRPORTS-BIAC-Computer No.1589629, dt.28.07.2025 & 24.09.2025 of the Managing Director, APADCL.
3.Govt Memo No.INI01-APAD/5/2021-AIR (1346685), dt.06.08.2025 & 08.10.2025 addressed to the Managing Director, APADCL.
4.e-File No.BIAC-16/10/2021-AIRPORTS-BIAC-Computer No.1589629, dt.07.11.2025 of the M.D., APADCL.

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O R D E R:

In the G.O. 1st read above, permission was accorded to the Managing Director, A.P. Airports Development Corporation Limited to issue LoA to the successful bidder i.e., M/s.Sri. Sai Sampath Aviation Handling Service for providing Facility management / Airport services/ Manpower/Vehicle services at Kurnool Airport for a period of 3 (three) years for an amount of Rs.11,06,46,792/- i.e., 0.34% less than the Estimated Contract Value of Rs.11,10,24,000/-.

2. In Govt. Memos 3rd read above, based on the proposals of the Managing Director, A.P. Airports Development Corporation Limited vide 2nd read above, the following instructions/orders were issued to the Managing Director, A.P. Airports Development Corporation Limited:

(a) Agreed to float RFP for Facility Management Services at Kurnool Airport, as the services of existing agency which commenced from 01.11.2022, is expiring by 31.10.2025. As per the RFP, the Administrative sanction is given required for (1 year contract) Rs.280.08 Lakhs (exclusive of taxes) and (2 years contract) Rs.560.16 Lakhs (if the contract extended) under the Head of Account 3053-02-190-00-05-270-272 for an estimated cost of Rs.560.16 Lakhs, for 2 years {Final cost to be arrived only after the completion of tender process}.

(b) agreed and permitted RFP for selection of Agency for Facility Management Services contract at Kurnool Airport in A.P. with the following approval orders and due amendments.

1) Permitted to call for Tenders and Tender processing and agency finalization shall be completed at the earliest in order to ensure continuity of services without disruption.

2) Annual Turnover of Bidder can be reduced to Rs.2.50 Cr. Instead of Rs.5.00 Cr. for last 3 financial years ending on 31st March, 2024 to attract more competition.

3. In his proposal 3rd read above, the Managing Director, A.P. Airports Development Corporation Limited (APADCL) has informed that as per the approval accorded by Govt. for recall of Tender for "selection of Agency for providing Facility Management Services at Kurnool Airport", duly fixing the turnover of Rs.2.50 Crs, tender was invited on AP e-procurement portal. In response, the following Four (4) bidders have participated in the Tender process:

(P.T.O)

i. M/s.VLG Facility Management Services.
ii. M/s.Creative Group of Enterprises.
iii. Joint Venture of M/s.Turbo Aviation (P) Ltd. & SVL Manpower Solutions (P) Ltd. (JV)
iv. Joint Venture of M/s. Sri. Sai Sampath Aviation Handling Services & OMSAI Professional Security & Utility Services.

4. The Technical bids received from the all bidders were evaluated & placed before the Technical Committee. After evaluation only one bidder is Technically qualified (M/s.VLG Facility Management Services.), and three bidders have not met the qualification criteria as specified in the Tender document. Hence, the Committee recommended to open the Financial Bid of the Technically qualified Bidder M/s.VLG Facility Management Services and called the firm to justify the rates. The firm has provided the Justification & submitted revised financial proposal. Accordingly, the Managing Director, A.P. Airports Development Corporation Limited (APADCL) has therefore requested Government to accord:

1. Approval of the Financial proposal of the qualified bidder M/s.VLG Facility Management Services. i.e. Rs.349.77 Lakhs for one year (excluding taxes) - This tender being the second call and the original service provider has the contract expired by October.

2. Administrative sanction for the amount as per the completed tender process Rs.349.77 Lakhs for one year (In this regard, in-principle administrative sanction for subject work as was accorded for an estimated cost of Rs.560.16 Lakhs, for 2 years under the Head of Account: 3053-02-190-00-05-270- 272. Further, mentioned that, Final cost to be arrived only after the completion of tender process (Vide Govt Memo No.INI01-APAD/5/2021-AIR (1346685) dt.06.08.2025).

3. Permission to issue of Letter of Acceptance (LoA) to the qualified Bidder.

5. Government, after careful examination hereby permit the Managing Director, A.P. Airports Development Corporation Limited (APADCL) to issue LoA to the qualified bidder i.e., M/s.VLG Facility Management Services for providing Facility management services at Kurnool Airport for an amount of Rs.349.77 Lakhs for a period of one year. Government also hereby accord administrative sanction for an amount of Rs.349.77 Lakhs (Rupees Three Hundred Forty Nine Lakhs and Seventy Seven Thousands only) under the Head of Account:3053-02- 190-00-05-270-272.

6. The Managing Director, A.P. Airports Development Corporation Limited (APADCL) shall take necessary action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

MOVVA TIRUMALA KRISHNA BABU
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Managing Director, A.P. Airports Development Corporation Limited (APADCL), Mangalagiri, Guntur District.
The Pay & Accounts Officer, Kurnool.
Copy to:
The Accountant General, A.P., Vijayawada.
The Director of Works and Accounts, Mangalagiri, Guntur District.
The Director of Treasuries and Accounts, Mangalagiri, Guntur District.
The PS to Hon'ble Minister for I&I Dept.
The PS to Special Chief Secretary to Government, I&I Dept.
(C.No.INI01-APAD/5/2021-Airports, Comp.No.1346685)

//Forwarded :: By Order//

SECTION OFFICER